

January 4, 2005

Arizona Department of Administration
Contracts and Procurement Section
100 North 15th Avenue, Suite 104
Phoenix, Arizona 85007

RE: Insurance Requirement for the Tanks Solicitation #SCC060008

To Whom It May Concern:

Blaes Environmental Management, Inc. currently possesses the required insurance specified in the Solicitation (for Remediation Contractor, Consultant and Master Environmental Consultants) with the exception of Legal Liability under the Master Environmental Consultant designation. Blaes Environmental has been notified by our insurance carrier Brown and Brown Insurance of Phoenix, Arizona that Blaes Environmental has the option and can obtain all of the required insurance listed in the Solicitation.

Blaes Environmental has attached our current policy coverages for several of the insurance requirements as evidence that coverage can be bound for the firm. If you have any questions regarding this matter, please contact me at (602) 728-0707.

Sincerely,
Blaes Environmental



Daniel Blaes
President



P.O. Box 2800 • 85002-2800
2800 North Central Avenue • Suite 1600
Phoenix, Arizona 85004-1047 • 602/277-6672

January 4, 2006

Arizona Department of Administration
Contracts & Procurement Section
100 North 15th Ave., Ste 104
Phoenix AZ 85007

Re: Blaes Environmental Management, Inc.
Tank Solicitation # SC060008
Insurance Requirement Section 4.26

To Whom It May Concern:

Please be advised that in accordance with the insurance requirements presented in the referenced solicitation, Blaes Environmental Management, Inc.'s insurance program currently has the insurance limits outlined below. If additional coverages or limits are needed to comply we will provide the option for Blaes Environmental to purchase additional coverage.

Current Program:

Carrier: Hudson Specialty Insurance Co., AM Best Rating: A, XIV
Policy Term: 11/1/05 to 11/1/06

Commercial General Liability- Occurrence Form (CG0001 12/04)

\$2,000,000 General Aggregate
\$2,000,000 Products/Completed Operations
\$1,000,000 Personal & Advertising Injury
\$1,000,000 Each Occurrence
\$50,000 Fire Legal Liability

Contractors Pollution Liability – Occurrence Form

\$1,000,000 Per Occurrence
\$2,000,000 General Aggregate

Professional Liability – Claims Made Form

\$1,000,000 Each Occurrence
\$2,000,000 General Aggregate

- Additional Insured endorsement can be added and a Waiver of Subrogation provided as required in the contract.
- An amended cancellation clause providing 30 day notice can be added to the policy.
- Insurance is Primary

Sincerely,

A handwritten signature in cursive script, appearing to read "Shaleen Lovitt".

Shaleen Lovitt

Commercial Services

Fax: Professional • Personal 602/664-7081
Fax: Commercial 602/664-7024
Fax: Life & Health 602/664-7000
Fax: Accounting 602/651-7118

Progressive Casualty Insurance Co.
PO Box 94739
Cleveland, OH 44101
800-444-4487

PROGRESSIVE®
COMMERCIAL AUTO INSURANCE

Policy number: 01815879-3
January 4, 2006
Page 1 of 1

Certificate of Insurance

Certificate Holder	Insured	Agent
AZ DEPT OF ENVIROMENTAL QUALITY CONTRACTS & PROCUREMENT UNIT # SCC060008 PHOENIX, AZ 85003	BLAES ENVIROMENTAL MGT 1433 N 3RD AVENUE PHOENIX, AZ 85003	CHEENEY INS AGCY INC 8145 E. EVANS DR. #1 SCOTTSDALE, AZ 85260

This document certifies that insurance policies identified below have been issued by the designated insurer to the insured named above for the period(s) indicated. This Certificate is issued for information purposes only. It confers no rights upon the certificate holder and does not change, alter, modify, or extend the coverages afforded by the policies listed below. The coverages afforded by the policies listed below are subject to all the terms, exclusions, limitations, endorsements, and conditions of these policies.

Policy Effective Date: Aug 14, 2005

Policy Expiration Date: Aug 14, 2006

Insurance coverage(s)	Limits
Bodily Injury/Property Damage	\$1,000,000 Combined Single Limit
Uninsured Motorist Bodily Injury	\$1,000,000/\$1,000,000
Underinsured Motorist Bodily Injury	\$1,000,000/\$1,000,000
Employer's Non-Owned Auto BIPD	\$1,000,000 Combined Single Limit
Hired Auto Bodily Injury/Property Damage	\$1,000,000 Combined Single Limit

Description of Location/Vehicles/Special Items

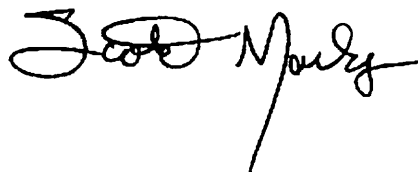
Scheduled autos only

2004 TOYOTA TUNDRA DOUBLE C 5TBDT48144S436083	Stated Amount	\$35,000
Medical Payments	\$5,000	
Comprehensive	\$500 Ded	
Collision	\$500 Ded	

Certificate number

00406PY5879

Please be advised that the certificate holder will not be notified in the event of a mid-term cancellation.



**Certificate of Insurance****Certificate Mailed To:****Name of Insured:**

STATE OF ARIZONA
1110 W WASHINGTON ST
PHOENIX AZ 85007

BLAES ENVIRONMENTAL MANAGEMENT INC
1433 N 3rd Ave
Phoenix AZ 85003

Date Issued: 12/27/2005
Certificate Number: 1
Policy Number: 248261
Origin Date: 10/05/1993
Expiration Date: 10/01/2006
Liability Limits: 1000/1000/1000
(000 Omitted)

Proof of Coverage

Engineering/Architecture services at various AZ locations

Job Number:

It is agreed that waiver of subrogation is effective only as respects to the above Certificate Holder for the project described herein. This agreement shall not operate directly or indirectly to benefit any other person or organization.

This Certificate is issued as a matter of information only and confers no rights upon the certificate holder. This certificate does not amend, extend or alter the coverage afforded by the policy listed hereon. This is to certify a workers' compensation policy has been issued to the insured listed hereon and is in force for the period referenced.

Certificate Issued To:

State of Arizona
1110 W Washington St
Phoenix AZ 85007

Authorized Representative